

**UNITED STATES DISTRICT COURT
DISTRICT OF MASSACHUSETTS**

BARRY C. McANARNEY, as he is EXECUTIVE
DIRECTOR, MASSACHUSETTS LABORERS' HEALTH
AND WELFARE FUND, MASSACHUSETTS LABORERS'
PENSION FUND and MASSACHUSETTS LABORERS'
ANNUITY FUND; JAMES V. MERLONI, JR., as he is
ADMINISTRATOR, NEW ENGLAND LABORERS'
TRAINING TRUST FUND; and JOSEPH BONFIGLIO, as he
is TRUSTEE, MASSACHUSETTS LABORERS' LEGAL
SERVICES FUND,

Plaintiffs,

vs.

RICHARD WHITE SONS, INC.,
Defendant,

and

THE VILLAGE BANK,
Trustee.

C.A. No.

VERIFIED COMPLAINT

NATURE OF ACTION

1. This is an action brought pursuant to §§502 and 515 of the Employee Retirement Income Security Act of 1974 ("ERISA"), as amended, 29 U.S.C. §§1132(a)(3) and (d)(1) and 1145 and §301 of the Labor Management Relations Act ("LMRA"), as amended, 29 U.S.C. §185, by employee benefit plans to enforce the obligations to make contributions and pay interest due to the plans under the terms of a collective bargaining agreement and the plans.

JURISDICTION

2. The Court has exclusive jurisdiction of this action pursuant to §502(a), (e) and (f) of ERISA, 29 U.S.C. §§1132(a), (e) and (f), and §301 of the LMRA, as amended, 29 U.S.C. §185, without respect to the amount in controversy or the citizenship of the parties.

PARTIES

3. Plaintiff Barry C. McAnarney is the Executive Director of the Massachusetts Laborers' Health and Welfare Fund. The Massachusetts Laborers' Health and Welfare Fund is an "employee welfare benefit plan" within the meaning of §3(3) of ERISA, 29 U.S.C. §1002(3). It provides health, dental and prescription benefits and life insurance, accident insurance, and accident and sickness benefits to participants. The Fund is administered at 14 New England Executive Park, Burlington, Massachusetts, within this judicial district.

4. Plaintiff Barry C. McAnarney is also the Executive Director of the Massachusetts Laborers' Pension Fund. The Massachusetts Laborers' Pension Fund is an "employee pension benefit plan" within the meaning of §3(2)(A) of ERISA, 29 U.S.C. §1002(2)(A). It provides participants with a defined pension benefit. The Fund is administered at 14 New England Executive Park, Burlington, Massachusetts, within this judicial district.

5. Plaintiff Barry C. McAnarney is also the Executive Director of the Massachusetts Laborers' Annuity Fund. The Massachusetts Laborers' Annuity Fund is an "employee pension benefit plan" within the meaning of §3(2)(A) of ERISA, 29 U.S.C. §1002(2)(A). This Fund is a defined contribution fund. The Fund is administered at 14 New England Executive Park, Burlington, Massachusetts, within this judicial district.

6. Plaintiff James V. Merloni, Jr. is the Administrator of the New England Laborers' Training Trust Fund. The New England Laborers' Training Trust Fund is an "employee welfare

benefit plan” within the meaning of §3(1) of ERISA, 29 U.S.C. §1002(1). This Fund trains apprentices and journey workers in the construction industry. The Fund is administered at 37 East Street, Hopkinton, Massachusetts, within this judicial district.

7. Plaintiff Joseph Bonfiglio is a Trustee of the Massachusetts Laborers’ Legal Services Fund. The Massachusetts Laborers’ Legal Services Fund is an “employee welfare benefit plan” within the meaning of §3(1) of ERISA, 29 U.S.C. §1002(1). The Fund is administered at 14 New England Executive Park, Burlington, Massachusetts, within this judicial district.

8. The Health and Welfare, Pension, Annuity, Training and Legal Services Funds are multi-employer plans within the meaning of §3(37) of ERISA, 29 U.S.C. §1002(37). They are hereinafter collectively referred to as “the Funds.” The Funds are third party beneficiaries of the collective bargaining agreement between Defendant Richard White Sons, Inc. (“Richard White”) and the Massachusetts Laborers’ District Council (“Union”).

9. Defendant Richard White is a Massachusetts corporation with a principal place of business at 70 Rowe Street, Auburndale, Massachusetts, and is an employer engaged in commerce within the meaning of §3(5) and (12) of ERISA, 29 U.S.C. §1002(5) and (12) and within the meaning of §301 of the LMRA, 29 U.S.C. §185.

10. On information and belief, The Village Bank is a banking institution holding assets of the Defendant.

GENERAL ALLEGATIONS OF FACT

11. Richard White has authorized the Labor Relations Division of the Associated General Contractors of Massachusetts, Inc. (“AGC”) to represent it in collective bargaining with the Massachusetts Laborers’ District Council (“Union”). By so authorizing the AGC, Richard

White is party to the Building and Site Construction Agreement between the Union and the AGC, and the Building Trades Employers' Association of Boston and Eastern Massachusetts, Inc. (hereinafter the "CBA"), as well as the collective bargaining agreements between the Union and the General Contractors' Association of Pittsfield, Massachusetts, Inc., and the Construction Industries Association of Western Massachusetts, Inc., as well as any successor agreements. All of the agreements' terms that are relevant to this case are materially the same as those contained in the CBA. A copy of the relevant pages of the 2012 - 2016 CBA is attached hereto as Exhibit A.

12. By virtue of the CBA, Richard White also agreed to the terms of the CBA requiring contributions to Plaintiff Funds, and to the terms of the Declarations of Trust establishing the Funds.

13. The CBA requires employers to make contributions to each of the Plaintiff Funds for each hour worked by covered employees at rates prescribed therein. See Ex. A, pp. 25-30, 49.

14. The CBA also requires employers to remit contributions to the New England Laborers' Health and Safety Fund, the New England Laborers' Labor-Management Cooperation Trust Fund, the Massachusetts Construction Advancement Program and the Massachusetts Laborers' Unified Trust for each hour worked by covered employees at prescribed rates. Further, it specifies that dues and contributions to the Laborers' Political League ("LPL") shall be deducted from the pay of each employee and forwarded to the Funds. Id. at 21-23, 26-27, 31-33. The Funds and the Union have an agreement which allows the Funds to collect the dues on behalf of the Union.

15. All employers that are delinquent in the payment of contributions are charged interest on the delinquency at the rate of 10 percent per annum, liquidated damages in the amount of 20 percent of the delinquency, and reasonable attorneys' fees and costs of the action to collect the delinquency. See Ex. A, pp. 34-35.

16. Signatory contractors such as Richard White are obligated to submit remittance reports on a monthly basis, on which they list the hours worked by their employees and calculate the amount of contributions due the Funds for all work performed by their employees in a given month. They are also required to submit to periodic audits of their payroll related records.

17. On or about September 13, 2013, the Funds audited Richard White's books and records and determined that the Company owed \$20,633.80 in contributions for the period January, 2013 through July, 2013.

18. Richard White has failed to submit both its remittance report of hours worked and its contributions due therefrom for the month of August, 2013.

19. In addition, Richard White owes \$631.97 in interest on contributions that were previously paid late.

**COUNT I - VIOLATION OF ERISA -
DELINQUENT CONTRIBUTIONS**

20. Plaintiffs repeat and reallege each and every allegation contained in paragraphs 1 through 19 above.

21. The failure of Richard White to make payment of all contributions owed to Plaintiff Funds on behalf of all covered employees violates §515 of ERISA, 29 U.S.C. §1145.

22. Absent an order from this Court, Richard White will continue to ignore its obligations to remit the contributions it owes to the Funds.

23. A copy of this Complaint is being served upon the Secretary of Labor and the Secretary of the Treasury by certified mail as required by §502(h) of ERISA, 29 U.S.C. §1132(h).

**COUNT II - VIOLATION OF COLLECTIVE BARGAINING AGREEMENT -
DELINQUENT CONTRIBUTIONS, INTEREST, AND DUES**

24. Plaintiffs repeat and reallege each and every allegation contained in paragraphs 1 through 23 above.

25. The CBA is a contract within the meaning of §301 of the LMRA, 29 U.S.C. §185.

26. The failure of Richard White to pay the \$20,633.80 in contributions it continues to owe for January, 2013 through July, 2013, to submit its remittance report and contributions for August, 2013, to remit the deducted dues, and to pay the \$631.97 it owes in interest on late-paid contributions violates the terms of the CBA.

WHEREFORE, Plaintiffs request this Court grant the following relief:

- a. Order the attachment by trustee process of the bank accounts of Richard White held by The Village Bank;
- b. Order the attachment of the machinery, inventory and accounts receivable of Richard White;
- c. Order Richard White to make available to the Plaintiff Funds or their duly authorized representative all of its payroll records, including, but not limited to, file copies of contribution reports, payroll tax returns, employees' earning records and hours worked, weekly payroll registers, certified payrolls, cash disbursement journals and a complete listing of all job locations from its last audited date until the date of the Court's order for the purpose of ascertaining the amounts, if any, of unpaid contributions owed for that period;

- d. Enter a preliminary and permanent injunction enjoining Richard White from refusing or failing to permit the Plaintiff Funds to audit the payroll records as prayed for in the preceding paragraph;
- e. Enter a preliminary and permanent injunction enjoining Richard White from refusing or failing to pay contributions owed to the Funds;
- f. Enter judgment in favor of the Funds on Count I in the amount of all contributions due for the months of January, 2013 through August, 2013, plus any additional amounts determined by the Court to be owed to the Funds or which may become due during the pendency of this action, together with interest on the unpaid contributions at 10 percent per annum, liquidated damages in an amount equal to 20 percent of the total of unpaid contributions or the total interest owed, whichever is greater, reasonable attorneys' fees, and costs, all pursuant to 29 U.S.C. §1132(g)(2);
- g. Enter judgment in favor of the Funds on Count II for the amount of \$20,633.80 in unpaid contributions and dues from January, 2013 through July, 2013, plus \$631.97 in interest on late-paid contributions, to submit its remittance report and contributions for August, 2013, to remit the deducted dues, and any additional amounts determined by the Court to be owed to the Funds or which may become due during the pendency of this action; and
- h. Such further and other relief as this Court may deem appropriate.

Respectfully submitted,

BARRY C. McANARNEY, as he is
EXECUTIVE DIRECTOR,
MASSACHUSETTS LABORERS'
HEALTH AND WELFARE FUND, *et al.*,

By their attorneys,

/s/ Alexander Sugerman-Brozan

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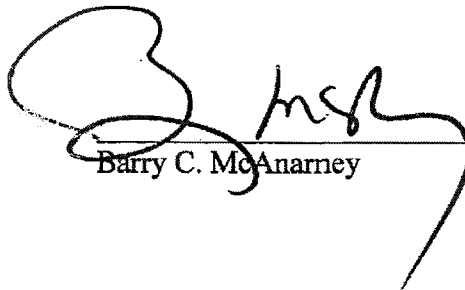
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Dated: September 23, 2013

VERIFICATION

I, Barry C. McAnarney, Executive Director for the Massachusetts Laborers' Health and Welfare, Pension, and Annuity Funds, verify that I have read the above Verified Complaint, and the factual allegations set forth therein are true and accurate based on my personal knowledge, except for those allegations based on information and belief, and, as to those allegations, I believe them to be true.

SIGNED UNDER THE PAINS AND PENALTIES OF PERJURY THIS 23rd DAY OF
SEPTEMBER, 2013.



Barry C. McAnarney